STATE OF ALASKA

DEPT. OF ENVIRONMENTAL CONSERVATION

DIVISION OF WATER CRUISE SHIP PROGRAM SARAH PALIN, GOVERNOR

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July 28, 2008

Mr. Alex Garbarino
Safety & QMS Manager
V. Ships Leisure (UK) Ltd.
Suite ABC
Beresford House, Town Quay
Southhampton, Hampshire
SO14 2 AO

Subject: Source Reduction Evaluation Completeness Review – More Information Necessary by August 19, 2008

Dear Mr. Garbarino:

Per Section 1.9 of the Large Commercial Passenger Vessel Wastewater Discharge Permit number 2007DB0002, a permittee may request, with supporting information, approval for a vessel to discharge treated wastewater at concentrations that exceed the long-term effluent limits established in Table 1 for ammonia, copper, nickel, and/or zinc. The vessel's discharge must then comply with the interim effluent limits for the parameter(s) of concern. (See GP Section 1.9.1.)

The permit requires the submittal of a Source Reduction Evaluation (SRE) within 60 days of request for interim limits. (See General Permit Section 1.9.3.) V. Ships Leisure submitted a SRE for the Seven Seas Mariner in a timely fashion. Thank you.

The Alaska Department of Environmental Conservation (DEC) has reviewed your SRE however, and finds it incomplete. I have specified the additional information that is needed before DEC can approve this document. (Also, see the attached DEC April 18th SRE guidance letter.) In addition, I have listed the DEC expectations for the interim reports submitted under the SRE.

General Comments - Additional Information Needed in SRE

- The re-submitted SRE must indicate the series of steps and actions that the company will take in order to comply with the long-term effluent limits before 2010.
- The plan does not include any deadlines in 2009 that establish a schedule for bringing the Seven Seas Mariner into compliance with achieving the long-term effluent limits for ammonia, copper, nickel and zinc. Therefore you need to either revise your SRE to include an implementation schedule for 2009 or DEC will expect that the Seven Seas Mariner will meet long-term effluent limits by the beginning of the 2009 cruise ship season. The implementation schedule may not extend beyond the beginning of the 2010 cruise ship season. (See GP Section 1.9.5 and 1.9.7).
- The SRE includes an Influent Source Reduction Evaluation but needs to identify when actions will be taken based upon the findings. (See GP Sections 1.9.5 and 1.9.7.) We note that 18 AAC 70.910(c) and the General Permit contemplate that this schedule may be refined as additional information is discovered. (See GP Sections 1.9.5, 1.9.6 and 1.9.12.) Therefore, V. Ships Leisure may revise and resubmit its SRE to DEC for approval in the future as necessary. However, the initial SRE that DEC approves must provide the implementation schedule to show how the company plans to meet long-term effluent limits. This is an enforceable condition of the permit. (See GP Section 1.9.13.)
- Please include information such as class information, type of potable drinking water system, and advanced wastewater treatment system used on the Seven Seas Mariner.
- V. Ships Leisure must submit at least one interim report no later than October 2008.
- The SRE must include the requirement for the annual progress report due within two weeks of the end of the calendar year for both 2008 and 2009. (See GP Section 1.9.12.)

Influent Source Reduction Evaluation – Additional Information Needed in SRE

- This section should also include the identification and quantification of the use of disinfectants such as chlorine and halogens.
- The "Influent Source Reduction Evaluation" very briefly discusses the drinking water supply. This section of the SRE should describe the volumes of potable water that each vessel typically bunkers at particular ports and

include any plans for intake sampling done for metals at the vessel intake. Compliance data collected by public water systems are not representative of the quality of the drinking water bunkered by the vessel. Therefore, DEC recommends that at least two potable water intake sampling events be included in the evaluation.

- The "Influent Source Reduction Evaluation" should also outline plans for an investigation and the subsequent reporting regarding whether corrosion or plumbing are sources of the pollutants of concern. The findings should also identify whether there are materials in place that are prone to corrosion in the context of the environment in which they are used (e.g. copper piping used in combination with soft water). DEC recommends that the findings from this section include a summary of vessel maintenance that identifies corrosion, pipe replacements, and material choices used for certain parts of the vessel.
- The "Influent Source Reduction Evaluation" section mentions that the vessel may seek to reduce ammonia levels by biological reduction by means of increasing the wastewater retention on board and reducing the load on the MBR treatment. Your plan needs to further elaborate to discuss how this will be achieved in light of the vessel's holding tank capacity. The plan should also include any effect that this change in operational practice has had on the ammonia sample results.

<u>Treatment Technology Evaluation – Additional Information Needed in SRE</u>

- V. Ships Leisure indicates that the company will work with your advanced wastewater treatment system vendors during the next 24 months. However, there is only one interim report deadline listed (December 30, 2008).
- This section needs to be expanded to include more details on the steps and research that is planned, when V. Ships Leisure expects to receive the findings, and when the findings will be reported to DEC. For example, the section could list the deadline for when the company will hire a contractor to investigate the available technology, the scope of the contractor's investigation, the deadline(s) for the contractor's reports, when the reports will be transmitted to DEC, etc. The first interim deadline can be no later than October 2008.

DEC Expectations for Interim Reports Submitted under the SRE

• Each interim evaluation report, as well as the annual progress report, should discuss the methodology used to obtain the information.

- The "Influent Source Reduction Evaluation" plan should include all the sources that feed into the advanced wastewater treatment system such as potable water and technical water systems.
- The "Influent Source Reduction Evaluation" report should include all findings that affect the effluent quality including options for operating the existing advanced wastewater treatment system. This could include a discussion of the effect that mixing ratios of blackwater and graywater have on effluent quality, any chemicals used in the treatment process, the oxygen ratio used in the process, etc.
- The "Influent Source Reduction Evaluation" should also identify whether there are any intermittent operations or systems that could contribute to the source of metals or ammonia.
- The "Treatment Technology Evaluation" interim report(s) should detail the efforts that are being made to research existing or emerging technologies and the findings. This research effort could be tailored to the specific vessel, the specific cruise line, or the industry as a whole. Such research should include at a minimum an examination of the space requirements, installation and maintenance costs, reliability, energy requirements, specific pollutant removal rates, benefits to the environment and any other pertinent information.
- The "Treatment Technology Evaluation" interim report(s) should include the findings of any work or research with the vendors of the advanced wastewater treatment system to optimize the current system as well as the potential for any add-on components to address the pollutants of concern.
- The annual progress report should summarize the success or failure of actions that were implemented to meet the long-term effluent limits. The progress report will be an update to DEC on all Source Reduction Evaluation activities. This report should include and summarize: all reports and applicable sample results, description of any actions taken to achieve compliance with the long-term effluent limits, the quantification of the level of reduction of the pollutants of concern, and whether or not the deadlines established in your SRE were met. If the deadlines were not met, the progress report needs to include an adequate explanation of why a deadline was not met. (See also 18 AAC 70.910(b).)

DEC must receive the updates to your SRE by August 19, 2008. If the updates are not received by that date, DEC may withdraw the Seven Seas Mariner's approval to discharge under the interim compliance limits for ammonia, copper, and zinc.

Subsequent to DEC approval of the V. Ships Leisure SRE, the company may revise and resubmit its SRE to DEC for review and approval in the future if changes are necessary based upon findings or if different ships will be visiting Alaska during the 2009 cruise ship season.

Sincerely,

Denise Koch

Cruise Ship Program Manager

Enclosures:

Large Commercial Passenger Vessel Wastewater Discharge General Permit No. 2007DB002, Source Reduction Evaluation letter dated April 18, 2008

cc: Lynn Kent, Director Division of Water
Ruth Hamilton Heese, Attorney, Department of Law
Albert Faure, Engineer, Cruise Ship Program
Edward White, Environmental Program Specialist, Cruise Ship
Program